21st October 1964]

Full Finance Scheme

* 50 *Q.*—SRI R. S. VEERAPPA CHETTIAR : Will the Hon. the Minister for Food be pleased to state—

(*a*) whether the Government are aware that the ryots are not getting Thakkavi and other loans in the Full Finance Scheme areas for the reason that the Government are not financing the Central Banks to disburse such loans through Societies; and

(*b*) if so, the action taken thereon?

A : (*a*) & (*b*)—In the Full Finance areas, the issue of taccavi loans (except those loans which involve an element of subsidy and require technical supervision) has been stopped and the co-operatives are sole agency for the supply of credit to the cultivators. It has been ordered that the following loans which involve an element of subsidy and technical supervision may continue to be issued by the Government through the Revenue or Agriculture Department, as the case may be.

(1) Horticultural Development Scheme.

(2) Cashewnut Development Scheme.

(3) Filter Point Well Scheme.

(4) Soil Conservation Scheme.

(5) Hire Purchase Scheme for supply of Oil and Electric Motor Pumpsets to ryots.

(6) Tractors Hire Purchase Scheme.

(7) Green Manure Seed Farm Scheme.

(8) Construction of Model Cattle Shed Compost Pit Scheme.

(9) Cultivation Advance to Cotton Growers Scheme.

(10) Loans for Sinking of Sub-artesian Scheme.

(11) New Well Subsidy Scheme.

2. It cannot be said that the ryots are not getting any loans in the full finance scheme areas because the loans listed above are still being issued to the ryots. The co-operatives are also providing loans. As regards long-term and medium-term loans which were available under the Land Improvement Loans Act, a substantial portion of long-term loans is issued by the Land Mortgage Banks and medium-term loans by the village co-operatives.

3. It has been decided by the Government, the following recommendations of the Full Finance Committee, that the entire amount of taccavi loans earmarked for the blocks where full finance scheme is in operation should be placed at the disposal of the co-operatives. The proposal of the Registrar of Co-operative Societies regarding fixation of terms and conditions for routing of taccavi funds through the co-operatives are under the consideration of the Government.